

## State of Misconsin LEGISLATIVE REFERENCE BUREAU

# RESEARCH APPENDIX PLEASE DO NOT REMOVE FROM DRAFTING FILE

Date Transfer Requested: 03/11/2008

(Per: CMH)

# Compile Draft – Appendix A ... Part 10 of 12

- The 2007 drafting file for LRB-4059
- The 2007 drafting file for LRB-4072
- The <u>2007</u> drafting file for LRB−4077
- The 2007 drafting file for LRB-4081
- The 2007 drafting file for LRB−4082
- The 2007 drafting file for LRB-4168

- The 2007 drafting file for LRB-4187
- The 2007 drafting file for LRB-4188
- The 2007 drafting file for LRB-4215
- The 2007 drafting file for LRB-4240
- The 2007 drafting file for LRB-4242
- The 2007 drafting file for LRB-4267

2007 LRB-4240 has been moved to the drafting file for 2007 LRB-4268

(Special Session Mr8 ... Budget Adjustment Bill)

#### 2007 DRAFTING REQUEST

#### Bill

Received: 03/06/2008					Received By: rchampag			
Wanted: Today					Identical to LRB:			
For: Administration-Budget					By/Representing: Gauger			
This file may be shown to any legislator: NO					Drafter: rchampag			
May Contact:					Addl. Drafters: rryan			
Subject: State Finance - miscellaneous					Extra Copies:			
Submit	via email: YES							
Request	er's email:							
Carbon	copy (CC:) to:							
Topic:	Gauger -	Fund transfer	to Medical A		ust Fund			
Instruc	tions:							
See Atta	ached.							
Draftin	g History:							
Vers.	<u>Drafted</u>	Reviewed	Typed	Proofed	Submitted	<u>Jacketed</u>	Required	
/?							State	
/1	rchampag 03/06/2008	kfollett 03/06/2008	jfrantze 03/06/200	08	lparisi 03/06/2008		,	
FE Sent	For:							

<END>

#### 2007 DRAFTING REQUEST

Bill

Received: 03/06/2008	Received By: rchampag  Identical to LRB:  By/Representing: Gauger  Drafter: rchampag			
Wanted: Today				
For: Administration-Budget				
This file may be shown to any legislator: <b>NO</b>				
May Contact:	Addl. Drafters: rryan			
Subject: State Finance - miscellaneous  Submit via email: YES  Requester's email:  Carbon copy (CC:) to:  Pre Topic:	Extra Copies:			
DOA:Gauger -				
Topic:  Permanent Endowment Fund transfer to Medical Assistance	Trust Fund			
Instructions: See Attached.				
Vers. Drafted Reviewed Typed Proofed	d Submitted Jacketed Required			

FE Sent For:

rchampag

/?

<**END>** 

#### Champagne, Rick

From:

Gauger, Michelle C - DOA [Michelle.Gauger@Wisconsin.gov]

Sent:

Thursday, March 06, 2008 7:28 AM

To:

Champagne, Rick

Subject:

FW: Draft review: LRB 07-3864/4 Topic: Appropriation obligations to repurchase of tobacco

settlement revenues

Attachments: LRB-3864\_4

Good morning!

Hopefully this request won't take you too long.

I need a separate draft of two sections of this draft, with some changes.

Include section 22 relating to the permanent endowment fund, except that I would like to go with current law of 25.69 but change the amount transferred to the Medical Assistance trust fund to \$65,000,000 in each fiscal year instead of \$50,000,000.

Include section 9221 but change the write-down amount from appropriation 20.435(4)(b) to \$15,000,000 each in FY 08 and FY 09.

Please let me know if you have any questions, and thank you in advance.

Michelle Gauger Executive Policy and Budget Manager (608) 266-3420 Michelle Gauger@wisconsin.gov

From: Basford, Sarah [mailto:Sarah.Basford@legis.wisconsin.gov]

Sent: Wednesday, March 05, 2008 2:42 PM

To: Gauger, Michelle C - DOA

Subject: Draft review: LRB 07-3864/4 Topic: Appropriation obligations to repurchase of tobacco settlement

revenues

**Draft Requester: Administration** 

Following is the PDF version of draft LRB 07-3864/4.



#### State of Misconsin 2007 - 2008 LEGISLATURE

LRB-4240/1 RAC&RLR:...

DOA:.....Gauger – Permanent Endowment Fund transfer to Medical Assistance Trust Fund

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

Oon+ Gen

AN ACT ...; relating to: the budget adjustment bill.

#### Analysis by the Legislative Reference Bureau

#### **HEALTH**

#### MEDICAL ASSISTANCE

On November 23, 1998, Wisconsin and other states agreed to a settlement of lawsuits brought against the major U.S. tobacco product manufacturers. Under the tobacco settlement agreement, the state was to receive annual payments from the U.S. tobacco product manufacturers in perpetuity. 2001 Wisconsin Act 16 authorized the secretary of administration to sell the state's right to receive payments under the tobacco settlement agreement. Moneys received from the sale were required to be deposited into the Permanent Endowment Fund, a fund created in 2001. Currently, the first \$50,000,000 of moneys deposited into the fund is transferred to the Medical Assistance trust fund in each fiscal year.

The bill increases the amount that is transferred from the Permanent Endowment Fund to the Medical Assistance trust fund to \$65,000,000 in each fiscal year and also reduces general purpose revenue funding for the Medical Assistance program by \$15,000,000 in each year of the 2007–09 fiscal biennium.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

## The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

**SECTION 1.** 25.69 of the statutes, as affected by 2007 Wisconsin Act 20, is amended to read:

25.69 Permanent endowment fund. There is established a separate nonlapsible trust fund designated as the permanent endowment fund, consisting of all of the proceeds from the sale of the state's right to receive payments under the Attorneys General Master Tobacco Settlement Agreement of November 23, 1998, and all investment earnings on the proceeds. There is transferred from the permanent endowment fund to the Medical Assistance trust fund \$50,000,000 \$65,000,000 in each fiscal year.

History: 2001 a. 16, 109; 2003 a. 33; 2007 a. 20. SECTION 9221. Fiscal changes; Health and Family Services.

(1) Medical Assistance program benefits. In the schedule under section 20.005 (3) of the statutes for the appropriation to the department of health and family services under section 20.435 (4) (b) of the statutes, as affected by the acts of 2007, the dollar amount is decreased by \$15,000,000 for fiscal year 2007–08 and the dollar amount is decreased by \$15,000,000 for fiscal year 2008–09 to reduce funding for the purposes for which the appropriation is made.

(END)



1

## State of Misconsin 2007 - 2008 LEGISLATURE

LRB-4240/1 RAC&RLR:kjf:jf

DOA:.....Gauger - Permanent Endowment Fund transfer to Medical Assistance Trust Fund

FOR 2007-09 BUDGET -- NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget adjustment bill.

#### Analysis by the Legislative Reference Bureau

#### HEALTH

#### MEDICAL ASSISTANCE

On November 23, 1998, Wisconsin and other states agreed to a settlement of lawsuits brought against the major U.S. tobacco product manufacturers. Under the tobacco settlement agreement, the state was to receive annual payments from the U.S. tobacco product manufacturers in perpetuity. 2001 Wisconsin Act 16 authorized the secretary of administration to sell the state's right to receive payments under the tobacco settlement agreement. Moneys received from the sale were required to be deposited into the permanent endowment fund, a fund created in 2001. Currently, the first \$50,000,000 of moneys deposited into the fund is transferred to the Medical Assistance trust fund in each fiscal year.

The bill increases the amount that is transferred from the permanent endowment fund to the Medical Assistance trust fund to \$65,000,000 in each fiscal year and also reduces general purpose revenue funding for the Medical Assistance program by \$15,000,000 in each year of the 2007–09 fiscal biennium.

1

 $\mathbf{2}$ 

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

## The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

**SECTION 1.** 25.69 of the statutes, as affected by 2007 Wisconsin Act 20, is amended to read:

25.69 Permanent endowment fund. There is established a separate nonlapsible trust fund designated as the permanent endowment fund, consisting of all of the proceeds from the sale of the state's right to receive payments under the Attorneys General Master Tobacco Settlement Agreement of November 23, 1998, and all investment earnings on the proceeds. There is transferred from the permanent endowment fund to the Medical Assistance trust fund \$50,000,000 \$65,000,000 in each fiscal year.

#### SECTION 9221. Fiscal changes; Health and Family Services.

(1) Medical Assistance program benefits. In the schedule under section 20.005 (3) of the statutes for the appropriation to the department of health and family services under section 20.435 (4) (b) of the statutes, as affected by the acts of 2007, the dollar amount is decreased by \$15,000,000 for fiscal year 2007–08 and the dollar amount is decreased by \$15,000,000 for fiscal year 2008–09 to reduce funding for the purposes for which the appropriation is made.

(END)